INNOPAC HOLDINGS LTD

(Company Registration Number 197301788K)

(Incorporated in the Republic of Singapore)

PROFIT WARNING IN RELATION TO THE AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2013

The Board of Directors of Innopac Holdings Limited (the "Company") wishes to announce that the Company will be reporting a larger loss in its Audited Group Financial Statements for year ended 31 December 2013 than it had reported in its Preliminary Results announced on 26 February 2014 released on SGXNet.

The larger loss is due mainly to the additional provision for a derivative receivable transaction subsequent to the Preliminary Results.

The Company had entered into an Agreement on 7 September 2013 to sell certain marketable securities to a counterparty for a total consideration of about S$65 million. Due to the October 2013 stock market crash in Singapore the market prices of these securities fell significantly and the counterparty has been unable to fulfil its obligation by 31 December 2013, the agreed completion date. However, the counterparty has assured the Company that it will fulfil its obligations under the agreement and in March 2014, the Company and the counterparty entered into a Variation Agreement to the 7 September 2013 agreement. Pursuant to the Variation Agreement the completion date has been extended to 31 December 2014 and the counterparty is required to provide collaterals to secure its obligations. The counterparty has provided collaterals of about S$25 million and about S$34 million of the obligation due from the counterparty remains unsecured. The directors of the Company have decided, for prudential considerations, to make a provision of S$34 million for the unsecured amount under the Agreement. The loss of the Group will increase by about S$34 million from that reported in the Preliminary Results.

This provision will be written back if the obligations of the counterparty are fulfilled and the Company's profit will correspondingly increase by this amount.

The Company expects to release the Annual Report 2013 together with the Audited Group Financial Statements for the year end 31 December 2013 on or about 12 June 2014.

The Board of Directors wishes to advise shareholders and investors to exercise caution when dealing in the shares of the Company.

By Order of the Board

Innopac Holdings Limited

Wong Chin Yong

Managing Director

5 June 2014